

## Notes to the Financial Statements

**MAIN MENU**

**PRINT NOTES**



ID #	Question	Answer	Discussion	Source
FTNT - 1	Do amounts reflected in all footnotes reasonably represent the entity's expectations?	?		
FTNT - 2	Have the notes been prepared so that individuals who may not have a detailed knowledge of accounting principles and specific business practices can understand them?	?		DoD FMR 6B, Ch 10, p. 6
FTNT - 3	Does the narrative provide descriptions of balances, rather than a list or statement as to which component the balance is attributable?	?		DoD FMR 6B, Ch 10, p. 6
FTNT - 4	Have all suggested narrative disclosures been reviewed for applicability to the reporting entity?	?		DoD FMR 6B, Ch 10, p. 7
FTNT - 5	Has the narrative been reviewed for consistency?	?		DoD FMR 6B, Ch 10, p. 7
FTNT - 6	Does the narrative tie to line items being discussed?	?		DoD FMR 6B, Ch 10, p. 8
FTNT - 7	Are abnormal balances disclosed in appropriate footnotes where required?	?		DoD FMR 6B, Ch 10, p. 8
FTNT - 8	Where tables within a note contain intragovernmental amounts, is there a statement concerning the entity's ability to reconcile with its trading partner?	?		DoD FMR 6B, Ch 10, p. 8
FTNT - 9	Does the information included in the financial statements and in the footnotes foot and cross-foot correctly?	?		
FTNT - 10	If amounts for an individual line item of the financial statements cannot be obtained, or a substitution is made from the requirements of DoD FMR 6B, are the deficiencies adequately explained and reasons for the noncompliance included in the note?	?		DoD FMR 6B, Ch 10, p. 5

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FTNT - 11	Are the footnotes presented in a manner that is consistent with the presentation contained in DoD FMR 6B, Chapter 10?	?		DoD FMR 6B, Ch 10
FTNT - 12	In regards to line items identified as "Other" on the financial statements and footnotes, did the reporting entity disclose individual components which represent more than 10 percent of the total value?	?		DoD FMR 6B, Ch 10, p. 7
FTNT - 13	If the entity has significantly changed its composition or financial reporting format, has it restated prior period financial statements and footnotes to correspond to the changes?	?		OMB Bull. 01-09, p. 55-56
FTNT - 14	Are all departures from federal accounting standards identified in Note 1 (Significant Accounting Policies), as well as in the specific note related to the affected line item?	?		DoD FMR 6B, Ch 10, p. 5
FTNT - 15	Does Note 1 (Significant Accounting Policies) describe the reporting entity and identify its major components?	?		DoD FMR 6B, Ch 10, p. 8
FTNT - 16	Does Note 1 (Significant Accounting Policies) include important judgments as to the valuation, recognition, and allocation of assets, liabilities, expenses, revenues and other financing sources?	?		DoD FMR 6B, Ch 10, p. 8
FTNT - 17	Does Note 1 summarize accounting principles and methods of applying principles that management has concluded are the most appropriate for presenting fairly the entity's significant assets, liabilities, net cost of operations, and changes in net position?	?		DoD FMR 6B, Ch 10, p. 8
FTNT - 18	Does Note 1 (Significant Accounting Policies) summarize significant changes in the composition of the reporting entity or significant changes in the manner in which the reporting entity aggregates information for financial reporting purposes?	?		DoD FMR 6B, Ch 10, p. 8

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FTNT - 19	Within Note 1 (Significant Accounting Policies), are dollar amounts (\$) included only on Note 1.M. (Inventories and Related Property) as it relates to the capitalization threshold of general PP&E?	?		
FTNT - 20	Have Note 2 variances been addressed for each item that varied by more than 10% from the comparative period presented, and for any balance sheet items that varied by less than 10% but more than 2% of total assets?	?		DoD FMR 6B, Ch 2, p. 14
FTNT - 21	Does Note 2 (Nonentity and Entity Assets) provide readers with sufficient information necessary to understand the nature of "other" non-entity assets (Lines 1.D. and 2.E)?	?		DoD FMR 6B, Ch 10, p. 26
FTNT - 22	Does the entity disclose nonentity assets in Note 2 (Nonentity and Entity Assets)?	?		DoD FMR 6B, Ch 10, p. 25
FTNT - 23	Have Note 3 variances been addressed for each item that varied by more than 10% from the comparative period presented, and for any balance sheet items that varied by less than 10% but more than 2% of total assets?	?		DoD FMR 6B, Ch 2, p. 14
FTNT - 24	Does Note 3 (Fund Balance With Treasury) exclude Foreign Military Sales Trust Fund non-entity custodial activity amounts?	?		DoD FMR 6B, Ch 10, p. 26
FTNT - 25	Are differences between Fund Balances (Line 1.E.) reported by entity and amount, reported by Treasury on form FMS 2108, properly explained and reconciled in Line 3 (Explanation of Reconciliation Amount) of Note 3 (Fund Balance With Treasury)?	?		DoD FMR 6B, Ch 10, p. 27
FTNT - 26	Does Note 3 (Fund Balance With Treasury) include any amounts for which Treasury is willing to accept corrections to cancelled appropriation accounts?	?		SFFAS 1, par.38

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ID #	Question	Answer	Discussion	Source
FTNT - 27	Does the total amount reported in Note 3 (Fund Balance With Treasury) include amounts for appropriations with extended obligation authority – for example, Shipbuilding and Conversion?	?		DoD FMR 6B, Ch 10, p. 27
FTNT - 28	Does Line 1.D.(Other Fund Types) of Note 3 (FBWT) include deposit, receipt, suspense, clearing, and related non-spending accounts balances, which are not available to finance the entity's activities? If so, are material balances listed separately?	?		DoD FMR 6B, Ch 10, p. 27-28
FTNT - 29	Are restrictions disclosed in Note 3 (Fund Balance With Treasury) for Unobligated balances restricted to future use and not apportioned for current use?	?		SFFAS 1, par. 38
FTNT - 30	For WCF entities that transferred FBWT amounts to the component level, did the reporting entity adequately disclose this methodology in Note 3?	?		
FTNT - 31	Have Note 4 variances been addressed for each item that varied by more than 10% from the comparative period presented, and for any balance sheet items that varied by less than 10% but more than 2% of total assets?	?		DoD FMR 6B, Ch 2, p. 14
FTNT - 32	Are the components of intragovernmental investments, including the market value of market-based and marketable US Treasury securities disclosed in Note 4?	?		DoD FMR 6B, Ch 10, p. 35
FTNT - 33	Have Note 5 variances been addressed for each item that varied by more than 10% from the comparative period presented, and for any balance sheet items that varied by less than 10% but more than 2% of total assets?	?		DoD FMR 6B, Ch 2, p. 14
FTNT - 34	Are receivables related to direct or guaranteed loans reported in Note 5 (Accounts Receivable)?	?		DoD FMR 6B, Ch 10, p. 32

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ID #	Question	Answer	Discussion	Source
FTNT - 35	Are the non-entity portions of Line 1 – Intragovernmental Receivables and Line 2 – Nonfederal Receivables separately disclosed in Note 5 (Accounts Receivable)?	?		DoD FMR 6B, Ch 10, p. 31-33
FTNT - 36	Does Note 5 (Accounts Receivable) contain disclosure of the method(s) used to calculate the allowance for estimated uncollectible accounts on Line 4?	?		DoD FMR 6B, Ch 10, p. 33
FTNT - 37	In order to better provide an understanding of the nature of Accounts Receivable, is the amount of material variances identified as undistributed collections that have been applied to accounts receivable disclosed in Note 5, Line 5 (Other Information)?	?		DoD FMR 6B, Ch 10, p. 33
FTNT - 38	Are the material Accounts Receivable differences identified (state whether the differences were resolved) and explain, if the entity was able to reconcile accounts receivable with intragovernmental trading partners in Note 5, Line 5 (Other Information)?	?		DoD FMR 6B, Ch 10, p. 33
FTNT - 39	If the entity was unable to reconcile accounts receivable with intragovernmental trading partners, does Line 5 (Other Information) of Note 5 disclose the reasons why the reconciliations were not completed?	?		DoD FMR 6B, Ch 10, p. 34
FTNT - 40	Does Note 5 (Accounts Receivable) disclose accrued interest on uncollectible accounts receivable (with the public) that has not been officially waived by the entity or does Note 5 state the related debt is written off?	?		SFFAS 1, par 55
FTNT - 41	Have Note 6 variances been addressed for each item that varied by more than 10% from the comparative period presented, and for any balance sheet items that varied by less than 10% but more than 2% of total assets?	?		DoD FMR 6B, Ch2, p. 14

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ID #	Question	Answer	Discussion	Source
FTNT - 42	Does Line 2.A. (Outstanding Contract Financing Payments) of Note 6 (Other Assets) include the financing payment advances to contractors under fixed price contracts?	?		DoD FMR 6B, Ch 10, p. 35
FTNT - 43	If any of the components of "Other Assets," Line 1.B. or "Other Assets (With the Public)", Line 2.B., are >10 percent of the value of the line, are those components separately disclosed in Line 4 (Other Information Related to Other Assets) of Note 6?	?		DoD FMR 6B, Ch 10, p. 35
FTNT - 44	Have Note 7 variances been addressed for each item that varied by more than 10% from the comparative period presented, and for any balance sheet items that varied by less than 10% but more than 2% of total assets?	?		DoD FMR 6B, Ch 2, p. 14
FTNT - 45	Does Line 1 (Cash) of Note 7 (Cash and Other Monetary Assets) include cash resources under entity control (negotiable instruments, amounts on deposit in banks/ financial institutions) which will not be transferred into the US Govt. General Fund?	?		DoD FMR 6B, Ch 10, p. 37
FTNT - 46	Does Line 3 (Other Monetary Assets) of Note 7 (Cash and Other Monetary Assets) include items such as gold, special drawing rights, and US Reserves in the International Monetary Fund (IMF)?	?		DoD FMR 6B, Ch 10, p. 37
FTNT - 47	Does Note 7 (Cash and Other Monetary Assets) disclose restrictions on cash (holdings unavailable for agency use/ not transferred to US Govt. General Fund, cash held in escrow to pay property taxes/insurance related to property with defaulted loans)?	?		DoD FMR 6B, Ch 10, p. 38

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ID #	Question	Answer	Discussion	Source
FTNT - 48	Does Note 7 (Cash/Other Monetary Assets) disclose restrictions on use or conversion of cash denominated in foreign currencies and significant effects of exchange rate changes on entity's financial position, occurring after the end of the reporting period?	?		DoD FMR 6B, Ch 10, p. 38
FTNT - 49	Does Note 7 (Cash and Other Monetary Assets) provide other information, as appropriate, such as the valuation rate for gold?	?		DoD FMR 6B, Ch 10, p. 38
FTNT - 50	Have Note 8 variances been addressed for each item that varied by more than 10% from the comparative period presented, and for any balance sheet items that varied by less than 10% but more than 2% of total assets?	?		DoD FMR 6B, Ch 2, p. 14
FTNT - 51	Does Note 8 disclose that direct loan obligations and loan guarantee commitments made after FY 91 and the resulting direct loans or loan guarantees, are governed by the Federal Credit Reform Act of 1990, as amended?	?		DoD FMR 6B, Ch 10, p. 38
FTNT - 52	Has the entity disclosed in Note 8 whether pre-92 direct loans and loan guarantees are reported on either a present value basis or under the allowance for loss method? Only one of these methods shall be followed, but not both.	?		DoD FMR 6B, Ch 10, p. 38
FTNT - 53	Does Note 8 (Direct Loans and Loan Guarantee Programs) disclose that the amount of loan receivables, net, or the value of assets related to direct loans is not the same as the proceeds the entity would expect to receive from selling the loans?	?		DoD FMR 6B, Ch 10, p. 38-39

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FTNT - 54	Are receivables related to administrative costs of operating credit programs properly reported as Accounts Receivable in Note 5, as opposed to treating them as credit program receivables in Note 8 (Direct Loans and Loan Guarantee Programs)?	?		DoD FMR 6B, Ch 10, p. 39
FTNT - 55	Is there a description of program characteristics in Note 8 (Direct Loans and Loan Guarantee Programs) including: events and changes in economic conditions, other risk factors, legislation, credit policies, and subsidy estimation methodologies and assumptions, that have had significant impact, does Line 8.A.2. of Note 8 (Direct Loans and	?		DoD FMR 6B, Ch 10, p. 40
FTNT - 56	Loan Guarantee Programs) include an analysis of loans receivable, loan guarantees, the liability for loan guarantees, and the nature and amounts of the subsidy?	?		DoD FMR 6B, Ch 10, page 39
FTNT - 57	With respect to foreclosed property, does Note 8 (Direct Loans and Loan Guarantee Programs) disclose any changes from prior year's accounting methods?	?		DoD FMR 6B, Ch 10, p. 42
FTNT - 58	With respect to foreclosed property, does Note 8 (Direct Loans and Loan Guarantee Programs) disclose restrictions of the use/disposal of the property?	?		DoD FMR 6B, Ch 10, p. 42
FTNT - 59	With respect to foreclosed property, does Note 8 (Direct Loans and Loan Guarantee Programs) disclose the number of properties held and average holding period by type or category?	?		DoD FMR 6B, Ch 10, p. 42
FTNT - 60	With respect to foreclosed property, does Note 8 (Direct Loans and Loan Guarantee Programs) disclose the number of properties for which foreclosure proceedings are in process at the end of the period?	?		DoD FMR 6B, Ch 10, p. 42
FTNT - 61	Does Note 8 (Direct Loans and Loan Guarantee Programs) contain a disclosure of management's method for accruing interest revenue and recording interest receivable, and management's policy for accruing interest on non-performing loans?	?		DoD FMR 6B, Ch 10, p. 42



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ID #	Question	Answer	Discussion	Source
FTNT - 62	With respect to Note 8.D. (Subsidy Expense for Post-1991 Direct Loans) and 8.J. (Subsidy Expense for Post-1991 Loan Guarantees), Line 6 – other information concerning direct loan subsidy expenses: if modifications were made, is the nature of the modifications, the discount rate used in calculating expense, and the basis for recognizing a gain or loss related to the modifications explained?	?		DoD FMR 6B, Ch 10, p. 46
FTNT - 63	With respect to Note 8.D. (Subsidy Expense for Post-1991 Direct Loans) and 8.J. (Subsidy Expense for Post-1991 Loan Guarantees), Line 6 – other information concerning direct loan subsidy expenses: if applicable, is the subsidy expense resulting from re-estimates included in the financial statements is not reported in the budget until the following year disclosed?	?		DoD FMR 6B, Ch 10, p. 46
FTNT - 64	With respect to Note 8.M. (Administrative Expense) does Note 8 report separately the expenses for the individual direct loan or loan guarantee programs, if the amounts are material?	?		DoD FMR 6B, Ch 10, p. 60
FTNT - 65	Have Note 9 variances been addressed for each item that varied by more than 10% from the comparative period presented, and for any balance sheet items that varied by less than 10% but more than 2% of total assets?	?		DoD FMR 6B, Ch 2, p. 14
FTNT - 66	Is the general composition of inventory disclosed in Note 9.A.?	?		DoD FMR 6B, Ch 10, p. 65
FTNT - 67	Are changes from the prior year's accounting method disclosed in Note 9.A. (Inventory, Net)?	?		DoD FMR 6B, Ch 10, p. 65
FTNT - 68	Are changes in the criteria for identifying the category to which inventory is assigned disclosed for Note 9.A.?	?		DoD FMR 6B, Ch 10, p. 65
FTNT - 69	Is the valuation methodology disclosed for Note 9.A. (Inventory, Net)?	?		DoD FMR 6B, Ch 10, p. 63

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FTNT - 70	Does Note 9.A., Line 2 describe any restrictions on the use, sale, or disposition of inventory, including disclosure of any restrictions on disposition as related to environmental or other liabilities?	?		DoD FMR 6B, Ch 10, p. 64
FTNT - 71	Does Note 9.B., Line 2 describe any restrictions on the use, sale, or disposition of OM&S, including disclosure of any restrictions on disposition as related to environmental or other liabilities?	?		DoD FMR 6B, Ch 10, p. 67
FTNT - 72	Is the general composition of OM&S disclosed in Note 9.B.?	?		DoD FMR 6B, Ch 10, p. 67-70
FTNT - 73	Are changes from the prior year's accounting method for OM&S disclosed in Note 9.B.?	?		DoD FMR 6B, Ch 10, p. 70
FTNT - 74	Are changes in the criteria for identifying the category to which OM&S are assigned disclosed in Note 9.B.?	?		DoD FMR 6B, Ch 10, p. 70
FTNT - 75	Is the valuation methodology for OM&S disclosed in Note 9.B.?	?		DoD FMR 6B, Ch 10, p. 67
FTNT - 76	In regard to Note 9.B. for Contractor Held OM&S, is the information contained in the note supplemented with values from the Contract Property Management System (CPMS) DD Form 1662 database?	?		DoD FMR 6B, Ch 10, p. 69
FTNT - 77	In regard to Note 9.B. for Contractor Held OM&S, if applicable, does the note contain a disclosure similar to the one contained in the DoD FMR?	?		DoD FMR 6B, Ch 10, p. 69
FTNT - 78	With respect to Stockpile Materials, Net (Note 9.C.), are there any amounts reported on this Line that are not specifically related to the National Defense Stockpile Transaction Fund?	?		DoD FMR 6B, Ch 10, p. 72
FTNT - 79	Does Note 9.C., Line 2 describe any restrictions on the use, sale, or disposition of stockpile materials, including disclosure of any restrictions on disposition as related to environmental or other liabilities?	?		DoD FMR 6B, Ch 10, p. 90

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ID #	Question	Answer	Discussion	Source
FTNT - 80	Is the general composition of the stockpile materials disclosed in Note 9.C.?	?		DoD FMR 6B, Ch 10, p. 90
FTNT - 81	Are the decision criteria for any stockpile materials held for sale disclosed in Note 9.C.?	?		DoD FMR 6B, Ch 10, p. 90
FTNT - 82	Are changes in prior year accounting methods disclosed in Note 9.C. (Stockpile Materials, Net)?	?		DoD FMR 6B, Ch 10, p. 90
FTNT - 83	Are differences between the carrying amount of stockpile materials held for sale and their estimated selling price disclosed in Note 9.C.?	?		DoD FMR 6B, Ch 10, p. 90
FTNT - 84	Are cost flow assumptions used for valuing stockpile materials disclosed in Note 9.C.?	?		DoD FMR 6B, Ch 10, p. 90
FTNT - 85	Have Note 10 variances been addressed for each item that varied by more than 10% from the comparative period presented, and for any balance sheet items that varied by less than 10% but more than 2% of total assets?	?		DoD FMR 6B, Ch 2, p. 14
FTNT - 86	Is the nature and extent of significant amounts of assets that are reported at zero or nominal value disclosed in Note 10 (General PP&E, Net)?	?		DoD FMR 6B, Ch 10, p. 74
FTNT - 87	Are restrictions on the use or convertibility of General PP&E (e.g., OCONUS real property) disclosed in Note 10?	?		DoD FMR 6B, Ch 10, p. 75
FTNT - 88	Are adjustments to PP&E resulting from changes in the accounting standards disclosed in Note 10?	?		DoD FMR 6B, Ch 10, p. 75
FTNT - 89	If the acquisition cost for certain types or significant amounts of General PP&E is unknown, does Note 10 properly disclose the valuation method used to estimate the value reported?	?		DoD FMR 6B, Ch 10, p. 75
FTNT - 90	Is the information in Note 10 (General PP&E, Net) supplemented with values from the CPMS DD Form 1662 database?	?		DoD FMR 6B, Ch 10, p. 75

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FTNT - 91	Have Note 11 variances been addressed for each item that varied by more than 10% from the comparative period presented, and for any balance sheet items that varied by less than 10% but more than 2% of total assets?	?		DoD FMR 6B, Ch 2, p. 14
FTNT - 92	Does Note 11 contain a disclosure describing the covered and non-covered portions of the liabilities, if necessary?	?		DoD FMR 6B, Ch 10, p. 77
FTNT - 93	Does the total in Line 2.B. column 3 (Military Retirement Benefits and Other Employment-Related Actuarial Liabilities) of Note 11 (Liabilities Not Covered and Covered by Budgetary Resources) equal Line 3 (3. Total Military Retirement Benefits and Other Employment Related Actuarial Liabilities) column 1 of Note 17.	?		DoD FMR 6B, Ch 10, p. 78 and 119
FTNT - 94	Have Note 12 variances been addressed for each item that varied by more than 10% from the comparative period presented, and for any balance sheet items that varied by less than 10% but more than 2% of total assets?	?		DoD FMR 6B, Ch 2, p. 14
FTNT - 95	Does Line 4 (Other Information) of Note 12 (Accounts Payable) disclose the amount of material variances identified as undistributed disbursements that have been applied to accounts payable?	?		DoD FMR 6B, Ch 10, p. 80
FTNT - 96	If the entity was able to reconcile accounts payable with its intragovernmental trading partners, does Note 12 (Accounts Payable) disclose any material differences identified, explanation(s) for the differences, and whether or not the differences could be resolved?	?		DoD FMR 6B, Ch 10, p. 80
FTNT - 97	If the entity was not able to reconcile accounts payable with its intragovernmental trading partners, does Note 12 contain a disclosure explaining the reasons the reconciliations were not completed, as illustrated in the DoD FMR?	?		DoD FMR 6B, Ch 10, p. 80

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FTNT - 98	Does Note 12 contain a disclosure if the reporting entity adjusted its intragovernmental accounts payable as a result of the intra-DoD eliminations process?	?		DoD FMR 6B, Ch 10, p. 81
FTNT - 99	Have Note 13 variances been addressed for each item that varied by more than 10% from the comparative period presented, and for any balance sheet items that varied by less than 10% but more than 2% of total assets?	?		DoD FMR 6B, Ch 2, p. 14
FTNT - 100	Does Line 2.A. (Debt to the Treasury) of Note 13 (Debt) include direct loan and guaranteed loan financing account liabilities to Treasury?	?		DoD FMR 6B, Ch 10, p. 83
FTNT - 101	Have Note 14 variances been addressed for each item that varied by more than 10% from the comparative period presented, and for any balance sheet items that varied by less than 10% but more than 2% of total assets?	?		DoD FMR 6B, Ch 2, p. 14
FTNT - 102	If a range is used within Note 14, and no amount within that range is considered a better estimate than the others within the range, has the range been disclosed in the "Other Information Related to Environmental Liabilities" section?	?		DoD FMR 4, Ch 14, p. 4; DoD FMR 6B, Ch 10, p. 87
FTNT - 103	With regard to Lines 1.A.5. (Total Intragovernmental Environmental Liabilities) and 1.B.5. (Total Non-Federal Environmental Liabilities), does Note 14 disclose the total environmental liabilities not covered by budgetary resources included in Note 11?	?		DoD FMR 6B, Ch 10, p. 94 and 102
FTNT - 104	Does Note 14 (Environmental Restoration and Environmental Disposal Liabilities) disclose the sources of cleanup requirements and the applicable laws and regulations?	?		SFFAS 5 and 6; DoD FMR 6B, Ch 10, p. 102

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FTNT - 105	Does Note 14 (Environmental Restoration and Environmental Disposal Liabilities) disclose the method for assigning estimated total cleanup costs to current operating periods?	?		SFFAS 5 and 6; DoD FMR 6B, Ch 10, p. 102
FTNT - 106	Does Note 14 (Environmental Restoration and Environmental Disposal Liabilities) disclose the unrecognized portion of estimated total cleanup cost associated with general PP&E?	?		SFFAS 5 and 6; DoD FMR 6B, Ch 10, p. 102
FTNT - 107	Does Note 14 (Environmental Restoration and Environmental Disposal Liabilities) disclose the material changes in total estimated cleanup costs due to changes in laws, technology, or plans, and the portion of the change in estimate that relates to prior period operations?	?		SFFAS 5 and 6; DoD FMR 6B, Ch 10, p. 102
FTNT - 108	Does Note 14 (Environmental Restoration and Environmental Disposal Liabilities) disclose the nature of estimates and the disclosure of information regarding possible changes due to inflation, deflation, technology, or applicable laws and regulations?	?		SFFAS 5 and 6; DoD FMR 6B, Ch 10, p. 102
FTNT - 109	Does Note 14 disclose all environmental liabilities not included elsewhere on the statement?	?		DoD FMR 6B, Ch 10, p. 102
FTNT - 110	Does Note 14 (Environmental Restoration and Environmental Disposal Liabilities) contain information on the components and amounts that are included in the "Other National Defense Weapon Systems" line item?	?		DoD FMR 6B, Ch 10, p. 105
FTNT - 111	Does Note 14 (Environmental Restoration and Environmental Disposal Liabilities) contain information on other asset disposal information, which specifically identifies both a description of similar groups of items included, and the liability amount for each grouping?	?		DoD FMR 6B, Ch 10, p. 106

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FTNT - 112	If applicable, does Note 14 contain a disclosure similar to the one in the DoD FMR regarding actual changes in environmental liability estimates (as opposed to disclosure that estimates are subject to change)?	?		DoD FMR 6B, Ch 10, p. 95-96
FTNT - 113	If applicable, does Note 14 contain a disclosure regarding the estimation of environmental liabilities at ranges?	?		DoD FMR 6B, Ch 10, p. 105
FTNT - 114	Have Note 15 variances been addressed for each item that varied by more than 10% from the comparative period presented, and for any balance sheet items that varied by less than 10% but more than 2% of total assets?	?		DoD FMR 6B, Ch 2, p. 14
FTNT - 115	Does Note 15.A. include all other liabilities not included elsewhere on the Balance Sheet, such as capital lease liabilities, insurance, contingent liabilities, contract holdbacks, cancelled accounts payable, etc.?	?		DoD FMR 6B, Ch 10, p.110
FTNT -116	If Note 15.A. (Other Liabilities) contains an amount for contingent liabilities, are all of the following conditions met: a past event or exchange transaction has occurred as of the date of the financial statements, a future outflow or other sacrifice of resources is probable, and the future outflow or sacrifice of resources is measurable (i.e., reasonably estimated)?	?		DoD FMR 6B, Ch 10, p. 110
FTNT - 117	With respect to Note 15.B., does the note contain separate disclosure of the portions of the capital lease liability covered and not covered by budgetary resources?	?		DoD FMR 6B, Ch 10, p. 117; Appendix B of OMB Circular A-11
FTNT - 118	Do the contingencies reported in Note 16 disclose the nature of the contingencies and an estimate of the possible liabilities, an estimate of the range of the possible liabilities, or a statement that such an estimate cannot be made?	?		DoD FMR 6B, Ch 10, p. 118

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FTNT - 119	In addition to the SFFAS #5 disclosure requirements, does Note 16 (Commitments and Contingencies) disclose an estimate of amounts related to cancelled appropriations for which the entity is contractually obligated to pay?	?		DoD FMR 6B, Ch 10, p. 118
FTNT - 120	Since FECA obligations are to be paid within 30 days of receipt of appropriate funding, does Note 17 (Military Retirement Benefits and Other Employment Related Actuarial Liabilities) contain explanations for any amounts outstanding as of the date of the financial statements?	?		DoD FMR 6B, Ch 10, p. 118
FTNT - 121	In addition to the SFFAS #5 disclosure requirements, does Note 16 (Commitments and Contingencies) disclose the amounts for contractual arrangements which may require future financial obligations (e.g. undelivered orders)?	?		DoD FMR 6B, Ch 10, p. 118
FTNT - 122	If a contingent liability is reported in accordance with criteria (1 or 2 of the conditions for recognition are met and at least a reasonable possibility that a loss or additional loss may have been incurred), does Note 16 contain the following disclosures: nature of the contingency, specific amounts, or range of amounts of losses that are reasonably possible, or the fact that an amount, or range of amounts cannot be determined?	?		DoD FMR 6B, Ch 10, p. 118
FTNT - 123	Does Note 17 report the Military Retirement Pension and Health Benefits and Medicare Eligible Retiree Healthcare fund (Lines 1.A., 1.B. and 1.C.) using the actuarial present value of all future pensions and/or retirement benefits earned to date using the "aggregate entry age normal" method?	?		DoD FMR 6B, Ch 10, p. 120



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FTNT - 124	Does the total unfunded liability listed in column 4 (Unfunded Actuarial Liabilities) of Note 17 (Military Retirement Benefits and Other Employment Related Actuarial Liabilities) equal Line 2.B. (Military Retirement Benefits and Other Employment-Related Actuarial Liabilities) of Note 11 (Liabilities Not Covered and Covered by Budgetary Resources)?	?		DoD FMR 6B, Ch 10, p. 122
FTNT - 125	Is the total liability for pensions and other actuarial liabilities disclosed in Note 17 (Military Retirement Benefits and Other Employment Related Actuarial Liabilities and Medicare Eligible Retiree Healthcare Fund)?	?		DoD FMR 6B, Ch 10, p. 122
FTNT - 126	Are the separate amounts for the liabilities covered and not covered by budgetary resources for pensions and other actuarial liabilities disclosed in Note 17 (Military Retirement Benefits, Medicare Eligible Retiree Healthcare Fund, and Other Employment Related Actuarial Liabilities)?	?		DoD FMR 6B, Ch 10, p. 122
FTNT - 127	Is a description of the actuarial cost method used to compute the projected plan benefit cost for pensions and other actuarial liabilities disclosed in Note 17 (Military Retirement Benefits, Medicare Eligible Retiree Healthcare Fund, and Other Employment Related Actuarial Liabilities)?	?		DoD FMR 6B, Ch 10, p. 122
FTNT - 128	Are assumptions used to calculate the liability, including actuarial, economic, and health care cost trend assumptions for pensions and other actuarial liabilities disclosed in Note 17 (Military Retirement Benefits, Medicare Eligible Retiree Healthcare Fund, and Other Employment Related Actuarial Liabilities)?	?		DoD FMR 6B, Ch 10, p. 122

### Notes to the Financial Statements

ID #	Question	Answer	Discussion	Source
FTNT - 129	Are individual components of the expense for the period for pensions and other actuarial liabilities disclosed in Note 17 (Military Retirement Benefits, Medicare Eligible Retiree Healthcare Fund, and Other Employment Related Actuarial Liabilities)?	?		DoD FMR 6B, Ch 10, p. 122
FTNT - 130	Is the market value of investments in market-based and marketable securities pertaining to pensions and other post-retirement benefits investments for pensions and other actuarial liabilities disclosed in Note 17 (Military Retirement Benefits, Medicare Eligible Retiree Healthcare Fund, and Other Employment Related Actuarial Liabilities)?	?		DoD FMR 6B, Ch 10, p. 123
FTNT - 131	Does Note 17 (Military Retirement Benefits, Medicare Eligible Retiree Healthcare Fund, and Other Employment Related Actuarial Liabilities) disclose the major assumptions used to derive the present value calculations for the actuarial liabilities not covered by budgetary resources, including the related net assets (if any)?	?		DoD FMR 6B, Ch 4, p. 123
FTNT - 132	Have Note 18 variances been addressed for each item that varied by more than 10% from the comparative period presented, and for any balance sheet items that varied by less than 10% but more than 2% of total assets?	?		DoD FMR 6B, Ch 2, p. 14
FTNT - 133	Does Note 18, Line 1 (Unexpended Appropriations) include the portion of the entity's appropriations represented by unobligated balances and unexpended obligations?	?		DoD FMR 6B, Ch 10, p. 124
FTNT - 134	Does Note 18 (Unexpended Appropriations), Line 1.A. (Unobligated, Available) equal Line 9 of the Standard Form (SF) 133, "Report on Budget Execution"?	?		DoD FMR 6B, Ch 10, p. 124

### Notes to the Financial Statements

ID #	Question	Answer	Discussion	Source
FTNT - 135	Does Note 18 (Unexpended Appropriations), Line 1.A. (Unobligated, Available) include the balances for amounts apportioned by the OMB and available for allotment; funds currently available for obligation and commitment; amounts committed; anticipated amounts apportioned for the current period; and unobligated funds not subject to apportionment?	?		DoD FMR 6B, Ch 10, p. 124
FTNT - 136	Does Note 18 (Unexpended Appropriations), Line 1.B. (Unobligated, Unavailable) equal Line 10 of the SF 133?	?		DoD FMR 6B, Ch 10, p. 124
FTNT - 137	Does Note 18 (Unexpended Appropriations), Line 1.B. (Unobligated, Unavailable) include amounts to be apportioned by the OMB in subsequent period; anticipated amounts to be apportioned in a subsequent period; unapportioned authority pending rescission or resulting in an OMB deferral; anticipated collections, reimbursements, and other income; the amount of budgetary authority not yet apportioned by the OMB; appropriated funds classified as not available for commitment or obligation; and the amount of unobligated authority from prior periods?	?		DoD FMR 6B, Ch 10, p. 124
FTNT - 138	Have Note 19 variances been addressed for each line that varied by more than 10% from the comparative period presented?	?		DoD FMR 6B, Ch 2, p. 14
FTNT - 139	Are instances where the reporting entity does not meet accounting standards being disclosed in Note 19.A. (General Disclosures Related to the Statement of Net Cost)?	?		DoD FMR 6B, Ch 10, p. 126
FTNT - 140	For the Agency-wide financial statements only, does Note 19.B. disclose gross costs and earned revenue by Budget Functional Classification net of intraentity (intra-DoD) transactions?	?		DoD FMR 6B, Ch 10, p. 127

### Notes to the Financial Statements

ID #	Question	Answer	Discussion	Source
FTNT - 141	For the Agency-wide financial statements only, does Note 19.C. (Gross Cost to Generate Intragovernmental Revenue and Earned Revenue (Transactions with Other Federal--Non-DoD--Entities) by Budget Functional Classification) exclude intra -DoD transactions and transactions with the public (nonfederal transactions)?	?		DoD FMR 6B, Ch 10, p. 129
FTNT - 142	With respect to Note 19.C. (Gross Cost to Generate Intragovernmental Revenue and Earned Revenue (Transactions with Other Federal--Non-DoD--Entities) by Budget Functional Classification), does the reporting entity disclose instances where the reporting entity does not meet accounting standards, and if so was the correct language used?	?		DoD FMR 6B, Ch 10, p. 129
FTNT - 143	With respect to note 19.D., does the total imputed expenses amount (Line 6) equal the total imputed financing amount (Line 2.F. in Note 20)?	?		DoD FMR 6B, Ch 10, p. 130
FTNT - 144	Does Note 19.D. disclose imputed expenses for civilian employee retirement and other civilian retirement benefits, Judgment Fund expenses not reimbursed by DoD Components, and military retirement pension and health benefits?	?		DoD FMR 6B, Ch 10, p. 130
FTNT - 145	Does Note 19.E. (Benefit Program Expenses), Line 1 (Service Cost) represent the portion of the actuarial present value (i.e. using the aggregate entry age normal actuarial method) of pension plan and other retirement benefits and expenses that is allocated to a valuation year by the actuarial cost method?	?		DoD FMR 6B, Ch 10, p. 131
FTNT - 146	With respect to Note 19.F (Exchange Revenues), does the note disclose specific information related to the entity's pricing policies and any expected losses under goods made to order for transactions with the public or another government entity, as described in SFFAS #7?	?		DoD FMR 6B, Ch 10, p. 132

### Notes to the Financial Statements

ID #	Question	Answer	Discussion	Source
FTNT -147	With respect to Note 19.G. (Amounts for Foreign Military Sales (FMS) Program Procurements from Contractors), does the Agency-wide note contain management's estimate of amounts related to FMS program procurements from contractors during the period as shown in the DoD FMR?	?		DoD FMR 6B, Ch 10, p. 132
FTNT - 148	Does Note 19.I. (Intragovernmental Revenue and Expenses) indicate whether the reporting entity was able to compare its revenue amounts with the cost amounts of its intragovernmental trading partners?	?		DoD FMR 6B, Ch 10, p. 134
FTNT - 149	Are material reconciling differences from comparing revenue amounts with costs amounts from intragovernmental trading partners disclosed in Note 19.I. (Intragovernmental Revenue and Expenses)?	?		DoD FMR 6B, Ch 10, p. 134
FTNT - 150	Does Note 19.I. disclose information related to the reconciliation of intragovernmental revenue and adjustments made to operating expenses, including whether the reporting entity adjusted its intragovernmental operating expense amount as a result of intra-DoD eliminations process?	?		DoD FMR 6B, Ch 10, p. 134
FTNT - 151	Does Note 19.I. disclose information related to the reconciliation of intragovernmental revenue and adjustments made to operating expenses, including: material differences identified during the reporting entity's reconciliation with its trading partners, an explanation for the material differences identified, whether or not the differences could be resolved; and reasons the reconciliation of intragovernmental revenues was not completed in a manner similar to the sample provided?	?		DoD FMR 6B, Ch 10, p. 134

### Notes to the Financial Statements

ID #	Question	Answer	Discussion	Source
FTNT - 152	If the entity has elected to prepare Note 19.J. (Suborganization Program Costs), does the schedule present detailed cost and revenue information supporting the summary information presented in the Statement of Net Cost, and have the program costs in the note been reconciled with those in the Consolidating Statement of Net Cost?	?		DoD FMR 6B, Ch 10, p. 136
FTNT - 153	For those programs that DoD has elected not to apply the full costing concept (e.g., BRAC, environmental cleanup, etc.), does Note 19 (General Disclosures Related to the Statement of Net Cost) separately disclose the costs for these items from other non-production costs?	?		DoD FMR 6B, Ch 5, p. 8
FTNT - 154	Does Note 19.H. (Stewardship Assets) disclose the following costs: the cost of acquiring, constructing, improving, reconstructing, or renovating National Defense PP&E; the cost of acquiring, constructing, improving, reconstructing, or renovating Heritage Assets; the full acquisition cost of acquiring Stewardship Land; and the full amount of expenses imputed to the agency?	?		DoD FMR 6B, Ch 5, p. 8
FTNT - 155	Does Note 19 (General Disclosures Related to the Statement of Net Cost) include extraordinary items (Gains/Losses) from Line 2 of the Statement of Net Cost and are these items disclosed separately if material?	?		DoD FMR 6B, Ch 5, p. 10
FTNT - 156	With respect to Line 1.A. (Changes in Accounting Standards), does Note 20 (Disclosures Related to the Statement of Changes in Net Position) disclose in the narrative section the changes broken out by accounting standard number and amount?	?		DoD FMR 6B, Ch 10, p. 137
FTNT - 157	Does the total imputed financing amount (Line 2.F. of Note 20) equal Line 6 (Military Retirement Health) of Note 19.D. (Imputed expenses)?	?		

### Notes to the Financial Statements

ID #	Question	Answer	Discussion	Source
FTNT - 158	Does Note 21 (Disclosures Related to the Statement of Budgetary Resources) disclose that intra-entity transactions have not been eliminated because the statements are presented as combined and combining? (Reference the Disaggregated SBR in the RSI section, if applicable.)	?		DoD FMR 6B, Ch 10, p. 139
FTNT - 159	Does Note 21 (Disclosures Related to the Statement of Budgetary Resources) disclose repayment requirements, financing sources for repayment, and other terms of borrowing authority used?	?		DoD FMR 6B, Ch 10, p. 139
FTNT - 160	Does Note 21 (Disclosures Related to the Statement of Budgetary Resources) disclose material adjustments made during the reporting period to budgetary resources available at the beginning of the year and provide an explanation thereof?	?		DoD FMR 6B, Ch 10, p. 139
FTNT - 161	Does Note 21 (Disclosures Related to the Statement of Budgetary Resources) disclose the existence, purpose, and availability of permanent indefinite appropriations?	?		DoD FMR 6B, Ch 10, p. 140
FTNT - 162	Does Note 21 (Disclosures Related to the Statement of Budgetary Resources) disclose information about legal arrangements affecting the use of unobligated balances of budget authority such as time limits, purpose, and obligation limitations?	?		DoD FMR 6B, Ch 10, p. 139
FTNT - 163	Does Note 21 (Disclosures Related to the Statement of Budgetary Resources) explain the amount of any capital infusion received during the reporting period?	?		DoD FMR 6B, Ch 10, p. 139
FTNT - 164	Does Note 21 (Disclosures Related to the Statement of Budgetary Resources) explain any material differences between the information required by the statement and amounts described as “actual” in the Budget of the United States Government?	?		DoD FMR 6B, Ch 10, p. 139

### Notes to the Financial Statements

ID #	Question	Answer	Discussion	Source
FTNT - 165	Does Note 22 (Disclosures Related to the Statement of Financing) disclose the amount of liabilities not covered by budgetary resources, and provide an explanation that includes Balance Sheet components, when recognized liabilities not covered by budgetary resources do not equal total financing sources yet to be provided?	?		DoD FMR 6B, Ch 10, p. 143
FTNT - 166	Does Note 22 (Disclosures Related to the Statement of Financing) disclose the fact that intra-entity transactions have not been eliminated because the statements are presented as combined and combining?	?		DoD FMR 6B, Ch 10, p. 143
FTNT - 167	Does Note 23 (Disclosures Related to the Statement of Custodial Activity) disclose the basis of accounting, and disclose if trust fund revenues are not recorded in accordance with applicable public law?	?		DoD FMR 6B, Ch 10, p. 143
FTNT - 168	With respect to Lines 1.A. through 1.E. of the Statement of Custodial Activity, does Note 23 provide information that describes the purpose for which the deposits were received?	?		DoD FMR 6B, Ch 9, p. 3
FTNT - 169	With respect to Lines 1.A. through 1.E. of the Statement of Custodial Activity, disclose the purpose of the refunds, if they are material in relation to gross collections?	?		DoD FMR 6B, Ch 9, p. 3
FTNT - 170	Does Line 1.A.(Description of Lease Arrangements) of Note 24.A. (Other Disclosures – Leases) provide information that would disclose the level of the agency's funding commitments including, but not limited to: major asset categories and such lease terms as the existence and terms of renewal options; escalation clauses; restrictions imposed by lease agreements; contingent rentals; and lease period?	?		DoD FMR 6B, Ch 10, p. 146



### Notes to the Financial Statements

ID #	Question	Answer	Discussion	Source
FTNT - 171	Does Note 24 (Other Disclosures) contain additional disclosures (consecutively numbered 24.B., 24.C., ...), which provide a better understanding of the information presented elsewhere in the financial statements?	?		DoD FMR 6B, Ch 10, p. 146